新疆天業節水灌溉股份有限公司

XINJIANG TIANYE WATER SAVING IRRIGATION SYSTEM COMPANY LIMITED*

(a joint stock limited company incorporated in the People's Republic of China)

(Stock Code: 00840)

PROFIT ALERT

This announcement is made by Xinjiang Tianye Water Saving Irrigation System Company Limited* (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board (the "**Board**") of directors (the "**Directors**") of the Company wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on the preliminary review of the management accounts of the Group for the six months period ended 30 June 2025 (the "**Relevant Period**") and the information currently available to the Board, the Group expects to record an estimated net loss of approximately RMB15,499,000 for the Relevant Period, whereas a net profit of approximately RMB13,857,000 was recorded for the period ended 30 June 2024 (the "**Corresponding Period**").

Based on the information currently available to the Group, the above expected net loss was mainly due to the significant decrease in the number of high-standard farmland construction projects resulting from the changes in the market environment and the adjustments in government policies during the year, which led to a drastic decline in the sales volume of the Company's PVC pipeline products and a corresponding decrease in the income from engineering business. As a result, the overall gross profit margins of construction projects and product sales declined significantly, resulting in the loss.

The Board would also like to inform the Shareholders and potential investors that the financial position of the Group remains stable.

The information contained in this announcement is based only on the preliminary assessment by the Board upon its review of the unaudited management accounts of the Group for the six months ended 30 June 2025 and other information currently available to the Company which has not been reviewed by the Company's independent auditor. The interim results of the Group may be subject to adjustments following further review by the Board and the audit committee of the Company. Shareholders of the Company and potential investors are advised to refer to the interim results announcement of the Company for the six months ended 30 June 2025 expected to be announced by the end of August 2025 for details.

By order of the Board
Xinjiang Tianye Water Saving Irrigation System Company Limited*
Zhou Gang
Chairman

Hong Kong, 18 August 2025

As at the date of this announcement, the Board comprises four executive Directors, namely Mr. Zhou Gang (Chairman), Mr. Jiang Dayong, Mr. Wang Dongwei and Mr. Li Zheng, and three independent non-executive Directors, namely Ms. Gu Li, Mr. Hung Ee Tek and Mr. He Xinlin.

* *For identification purpose only*